

City of Prince Rupert

2014 Audited Financial Statements

City of Prince Rupert

Consolidated Statement of Financial Position December 31

	<u>2014</u>	<u>2013</u>
Financial Assets		
Cash and Cash Equivalents	\$ 31,575,346	\$ 23,714,876
Taxes Receivable (Note 2a)	1,171,871	1,165,936
General Receivables (Note 2b)	12,886,634	1,980,474
Deposit-Municipal Finance Authority (Note 3)	233,611	157,511
Land Inventory Held for Resale (Note 4)	7,091,112	7,091,112
Long Term Loan to Prince Rupert Airport Authority (Note 5)	7,000,000	-
	<u>59,958,574</u>	<u>34,109,909</u>
Liabilities		
Accounts Payable and Accrued Liabilities (Note 6a)	\$ 10,682,882	\$ 9,806,999
Deferred Revenue (Note 6b)	6,174,418	5,688,232
Landfill Closure Cost (Note 9b)	2,450,000	2,250,000
Reserves - Municipal Finance Authority (Note 3)	233,611	157,511
Leases Payable (Schedule 6 and Note 7)	33,036	128,920
Debenture Debt (Schedule 7 and Note 7)	12,159,225	5,709,416
	<u>31,733,172</u>	<u>23,741,078</u>
Net Financial Assets (Statement D)	<u>\$ 28,225,402</u>	<u>\$ 10,368,831</u>
Non-financial Assets		
Tangible Capital Assets (Statement G and Note 1c)	\$ 47,360,219	\$ 45,957,213
Investment in City West Cable & Tel. Corp. (Statement H and Note 8)	33,079,763	30,735,763
Inventory (Note 1d)	838,655	684,282
	<u>81,278,637</u>	<u>77,377,258</u>
Surplus and Equity (Statement B)	<u>\$ 109,504,039</u>	<u>\$ 87,746,089</u>
City Position		
Accumulated Operating Surplus (Statement C)		
Unappropriated	\$ 22,924,099	\$ 7,480,079
Appropriated	2,755,000	1,166,000
	<u>25,679,099</u>	<u>8,646,079</u>
Bylaw and Statutory Reserve Funds (Statement F)	7,212,219	6,880,370
Investment in City West Cable & Tel. Corp. (Statement H and Note 8)	33,079,763	30,735,763
Investment in Tangible Capital Assets (Statement I)	43,532,958	41,483,877
	<u>89,403,939</u>	<u>87,746,089</u>
Net Position (Statement B)	<u>\$ 109,504,039</u>	<u>\$ 87,746,089</u>

Corinne Bomben, CA
Chief Financial Officer

City of Prince Rupert

Consolidated Statement of Operations For The Year Ended December 31

	Unaudited 2014 Budget	2014 Actual	2013 Actual
Revenues			
Taxes (Net) (Schedule 1)	\$ 18,746,000	\$ 18,938,752	\$ 18,645,403
Sale of Services (Schedule 2)	9,745,600	9,718,587	9,228,009
Services Provided to Other Government	70,000	60,781	86,893
Government Transfers (Schedule 3)	1,214,000	1,416,176	2,122,306
Fees, Permits, Licenses and Fines (Schedule 4)	471,900	523,649	494,339
Investment Income	261,000	325,183	265,333
City West Cable & Tel. Corp.	-	2,744,000	1,840,000
Prince Rupert Legacy Inc.	-	17,951,599	-
Miscellaneous Revenues (Schedule 4)	1,542,500	2,997,271	2,320,004
Total Revenue	\$ 32,051,000	\$ 54,675,998	\$ 35,002,287
Expenses			
Protection to Persons and Property	\$ 8,526,900	\$ 8,578,694	\$ 7,652,148
Water, Sewage and Solid Waste	6,185,860	5,168,968	4,690,713
Roadways and Transportation	7,377,300	5,547,796	4,669,442
Recreation and Culture	6,775,000	6,609,318	4,797,888
General Government	5,461,100	5,002,560	4,294,406
Other	312,700	208,435	259,481
Total Expenses (Schedule 5)	\$ 34,638,860	\$ 31,115,772	\$ 26,364,078
Revenue Over Expenditure Before Amortization	\$ (2,587,860)	\$ 23,560,226	\$ 8,638,209
Amortization of Tangible Capital Assets	\$ -	\$ (1,802,276)	\$ (1,719,193)
Writedown of Capital Assets	\$ -	\$ -	\$ (669,845)
Revenue Over Expenditure	\$ (2,587,860)	\$ 21,757,950	\$ 6,249,171
Opening City Position	\$ 87,746,089	\$ 87,746,089	\$ 81,496,918
Closing City Position (Statement A)	\$ 85,158,229	\$ 109,504,039	\$ 87,746,089

City of Prince Rupert

Operating Funds and Surplus Allocation For The Year Ended December 31

Fund	General	Water	Sewer	Solid Waste	Prince Rupert Legacy Inc.	2014 Total	2013 Total
Operating Results							
Revenue	\$ 28,830,121	\$ 2,530,397	\$ 2,138,488	\$ 3,225,394	\$ 17,951,598	\$ 54,675,998	\$ 35,002,287
Expenditure (Exclude Tangible Capital Assets)	25,946,804	1,957,386	1,092,637	2,118,945	-	31,115,772	26,364,078
	2,883,317	573,011	1,045,851	1,106,449	17,951,598	23,560,226	8,638,209
Add /(Less)							
Investment in Tangible Capital Assets	(848,508)	(424,341)	(830,940)	(1,101,494)	-	(3,205,282)	(3,275,557)
Debt payment and Actuarial Adjustments	(501,580)	(128,410)	(16,085)	-	-	(646,075)	(625,393)
Bylaw and Statutory Reserve Interest Income	(133,199)	-	-	-	-	(133,199)	(129,864)
City West Cable & Tel. Corp Loan Repayment	400,000	-	-	-	-	400,000	-
City West Cable & Tel. Corp (Income)/Loss	(2,744,000)	-	-	-	-	(2,744,000)	(1,840,000)
Transfer (to)/ from Reserves	(198,650)	-	-	-	-	(198,650)	(196,734)
	(4,025,937)	(552,751)	(847,025)	(1,101,494)	-	(6,527,206)	(6,067,548)
Total Operating Surplus/(Deficit)	(1,142,620)	20,261	198,826	4,956	17,951,598	17,033,020	2,570,661
Balance forward Surplus/(Deficit)	5,816,406	1,738,990	1,050,459	40,224	-	8,646,079	6,075,418
Accumulated Surplus/(Deficit)	<u>\$ 4,673,786</u>	<u>\$ 1,759,251</u>	<u>\$ 1,249,285</u>	<u>\$ 45,180</u>	<u>\$ 17,951,598</u>	<u>\$ 25,679,099</u>	<u>\$ 8,646,079</u>
Surplus Allocation							
Unappropriated Surplus	\$ 2,233,786	\$ 1,444,251	\$ 1,249,285	\$ 45,180	\$ 17,951,598	\$ 22,924,099	\$ 7,480,079
2015 Appropriated Surplus	2,440,000	315,000	-	-	-	2,755,000	1,166,000
	<u>\$ 4,673,786</u>	<u>\$ 1,759,251</u>	<u>\$ 1,249,285</u>	<u>\$ 45,180</u>	<u>\$ 17,951,598</u>	<u>\$ 25,679,099</u>	<u>\$ 8,646,079</u>

City of Prince Rupert

Consolidated Statement of Changes in Net Financial Assets For The Year Ended December 31

	2014	2013
	<u>Actual</u>	<u>Actual</u>
Revenue Over Expenditure (Statement B)	\$ 21,757,950	\$ 6,249,171
Acquisition of Tangible Capital Assets	(3,205,282)	(3,275,558)
Amortization of Tangible Capital Assets	1,802,276	1,719,193
Writedown of Capital Assets	-	669,845
City West Cable and Tel. Corp. (Increase)/Decrease in Equity	(2,344,000)	(1,840,000)
Change in Inventory	<u>(154,373)</u>	<u>97,269</u>
Change in Net Financial Assets	<u>\$ 17,856,571</u>	<u>\$ 3,619,920</u>
Net Financial Assets at Beginning of Year	<u>\$ 10,368,831</u>	<u>\$ 6,748,911</u>
Net Financial Assets at End of Year	<u><u>\$ 28,225,402</u></u>	<u><u>\$ 10,368,831</u></u>

City of Prince Rupert

Consolidated Statement of Cash Flows For The Year Ended December 31

	<u>2014</u>	<u>2013</u>
Operating Activities		
Revenue Over Expenditure	\$ 21,757,950	\$ 6,249,171
Non-cash Items		
Amortization	1,802,276	1,719,193
Write down of Tangible Capital Assets	-	669,845
City West Cable & Tel. Corp	(2,744,000)	(1,840,000)
Taxes Receivable	(5,935)	390,758
General Receivables	(10,906,160)	(105,003)
Inventory	(154,373)	97,269
Accounts Payable and Accrued Liabilities	875,883	341,674
Deferred Revenue	486,186	295,393
Landfill Closure Costs	200,000	200,000
Cash Provided by Operating Activities	<u>\$ 11,311,827</u>	<u>\$ 8,018,300</u>
Financing Activities		
MFA Debenture Debt	\$ 7,000,000	\$ -
Loan to Prince Rupert Airport Authority	(7,000,000)	-
Principal Repayments	<u>(646,075)</u>	<u>(625,393)</u>
Cash provided by/(applied to) Financing Activities	<u>\$ (646,075)</u>	<u>\$ (625,393)</u>
Investing Activities		
Tangible Capital Assets Additions	\$ (3,205,282)	\$ (3,275,558)
City West Cable & Tel. Corp. Loan Repayment	<u>400,000</u>	<u>-</u>
Cash Provided by/(applied to) Investing Activities	<u>\$ (2,805,282)</u>	<u>\$ (3,275,558)</u>
Increase/(Decrease) in Cash and Cash Equivalents	\$ 7,860,470	\$ 4,117,349
Cash and Cash Equivalents at Beginning of Year	<u>23,714,876</u>	<u>19,597,527</u>
Cash and Cash Equivalents at End of Year	<u>\$ 31,575,346</u>	<u>\$ 23,714,876</u>

City of Prince Rupert

Statement of Bylaw and Statutory Reserve Fund Balances December 31, 2014

	<u>Opening Balance</u>	<u>Interest/Income</u>	<u>Transfer (to)/from Other Funds</u>	<u>Year End Balance</u>	RESERVE ALLOCATION		
					<u>2015 Budget Appropriation</u>	<u>Unappropriated Reserve</u>	<u>Year End Balance</u>
BYLAW & OTHER RESERVES							
General Reserves	\$ 3,265,931	\$ 63,685	\$ 184,041	\$ 3,513,657	\$ 1,070,000	\$ 2,443,657	\$ 3,513,657
Public Work Equipment Reserves	784,842	\$ 15,304	(91,667)	708,479	500,000	208,479	708,479
Ferry Maintenance Reserves	<u>304,978</u>	<u>5,947</u>	<u>100,000</u>	<u>410,925</u>	<u>400,000</u>	<u>10,925</u>	<u>410,925</u>
Total Bylaw & Other Reserves	<u>\$ 4,355,751</u>	<u>\$ 84,936</u>	<u>\$ 192,374</u>	<u>\$ 4,633,061</u>	<u>\$ 1,970,000</u>	<u>\$ 2,663,061</u>	<u>\$ 4,633,061</u>
STATUTORY RESERVES							
Capital Assets & Land Acquisition	\$ 2,215,942	\$ 43,211	\$ -	\$ 2,259,153	\$ 25,000	\$ 2,234,153	\$ 2,259,153
Parkland Reserves	6,197	121	-	6,318	-	6,318	6,318
Parking Space Requirements	124,068	2,419	-	126,487	-	126,487	126,487
Cemetery Care Trust	<u>178,412</u>	<u>2,512</u>	<u>6,276</u>	<u>187,200</u>	<u>-</u>	<u>187,200</u>	<u>187,200</u>
Total Statutory Reserves	<u>\$ 2,524,619</u>	<u>\$ 48,263</u>	<u>\$ 6,276</u>	<u>\$ 2,579,158</u>	<u>\$ 25,000</u>	<u>\$ 2,554,158</u>	<u>\$ 2,579,158</u>
TOTAL RESERVES	<u><u>\$ 6,880,370</u></u>	<u><u>\$ 133,199</u></u>	<u><u>\$ 198,650</u></u>	<u><u>\$ 7,212,219</u></u>	<u><u>\$ 1,995,000</u></u>	<u><u>\$ 5,217,219</u></u>	<u><u>\$ 7,212,219</u></u>

City of Prince Rupert

Consolidated Statement of Tangible Capital Assets December 31

	<u>CAPITAL ASSETS</u>				<u>ACCUMULATED AMORTIZATION</u>				<u>NET BOOK VALUE</u>	
	<u>Opening Balance</u>	<u>Additions</u>	<u>Disposals/ Write-Downs</u>	<u>Closing Balance</u>	<u>Opening Balance</u>	<u>Amortization</u>	<u>Disposals/ Write-Downs</u>	<u>Closing Balance</u>	<u>2014</u>	<u>2013</u>
Land	\$ 4,563,912	\$ -	\$ -	\$ 4,563,912	\$ -	\$ -	\$ -	\$ -	\$ 4,563,912	4,563,912
Buildings	8,555,018	-	-	8,555,018	5,813,516	181,467	-	5,994,983	2,560,035	2,741,502
Equipment	7,216,642	412,195	(367,236)	7,261,601	4,367,662	488,639	(367,236)	4,489,065	2,772,536	2,848,980
Infrastructure	<u>77,444,207</u>	<u>2,793,087</u>	<u>(48,170)</u>	<u>80,189,124</u>	<u>41,641,388</u>	<u>1,132,170</u>	<u>(48,170)</u>	<u>42,725,388</u>	<u>37,463,736</u>	<u>35,802,819</u>
	<u>\$ 97,779,779</u>	<u>\$ 3,205,282</u>	<u>\$ (415,406)</u>	<u>\$ 100,569,655</u>	<u>\$ 51,822,566</u>	<u>\$ 1,802,276</u>	<u>\$ (415,406)</u>	<u>\$ 53,209,436</u>	<u>\$ 47,360,219</u>	<u>\$ 45,957,213</u>

City of Prince Rupert

City West Cable & Telephone Corporation Statement of Financial Position December 31

	<u>2014</u>	<u>2013</u>
ASSETS		
City West Cable & Telephone Corporation		
Investment	\$ 1	\$ 1
Loan	20,832,762	21,232,762
Equity	<u>12,247,000</u>	<u>9,503,000</u>
	<u>\$ 33,079,763</u>	<u>\$ 30,735,763</u>
LIABILITIES AND EQUITY		
Equity, Beginning of Year	\$ 30,735,763	\$ 28,895,763
Net Income/(Loss) of Corporation	2,744,000	1,840,000
Repayment of loan	<u>(400,000)</u>	<u>-</u>
Equity, End of Year	<u>\$ 33,079,763</u>	<u>\$ 30,735,763</u>

City of Prince Rupert

Statement of Changes in Investment in Tangible Capital Assets December 31

	<u>2014</u>	<u>2013</u>
Opening Balance	\$ 41,483,877	\$ 39,971,964
Tangible Capital Assets Purchased By Operations	3,205,282	3,275,558
Debenture Debt Repayment	355,240	355,239
Actuarial Additions	194,951	172,265
Lease Repayment	95,884	97,889
Writedown of Tangible Capital Assets	-	(669,845)
Amortization	<u>(1,802,276)</u>	<u>(1,719,193)</u>
Closing Balance	<u>\$ 43,532,958</u>	<u>\$ 41,483,877</u>

City of Prince Rupert

Notes to the Consolidated Financial Statements December 31, 2014

1) Significant accounting policies

a) *Basis of presentation*

It is the Municipality's policy to follow accounting principles generally accepted for British Columbia Municipalities and to apply such principles consistently. These consolidated statements include the operations of the General, Water, Sewer, Solid Waste, Capital & Reserve Funds, Prince Rupert Legacy Inc. and City West Cable & Telephone Corp. They have been prepared using guidelines issued in the CICA Public Sector Accounting Handbook.

b) *Revenue and expenses recognition*

The accrual method for reporting revenues and expenditures has been used.

Revenues are normally recognized in the year in which they are earned and measurable.

Government transfers are recognized in the financial statements as revenue in the period in which the eligibility criteria have been met and reasonable estimates of the amounts can be made. Transfers received for which the expenditures have not yet been incurred are reported as deferred revenue.

Deferred revenue includes grants, contributions and other amounts received from third parties which are specifically designated and the expenditures have not yet been incurred.

c) *Tangible capital assets*

Tangible capital assets are reported at cost. Donated assets are reported at fair market value at the time of donation. Tangible capital assets are amortized using the straight-line method as follows:

Buildings	50 years
Equipment	5 to 20 years
Infrastructure	25 to 100 years

d) *Inventory*

Inventory is reported at average cost.

e) *Estimates*

The preparation of financial statements in accordance with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the amounts reported. Actual results could differ from those estimates.

City of Prince Rupert

Notes to the Consolidated Financial Statements December 31, 2014

f) *Financial instruments*

The City's financial instruments consist of cash, taxes and accounts receivable, accounts payable, accruals and deferred revenue, capital leases and debenture debt. It is management's opinion that the City is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of these financial instruments approximate their carrying value.

2) Receivables

	<u>2014</u>	<u>2013</u>
a) Taxes receivable		
Current	\$ 602,989	\$ 680,239
Arrears	502,963	438,434
Delinquent	446	5
Tax sale properties	65,473	47,258
Net Taxes Receivable	<u>\$ 1,171,871</u>	<u>\$ 1,165,936</u>
b) General receivables		
General receivables	\$ 12,890,400	\$ 1,992,974
Other governments	6,710	-
	<u>12,897,110</u>	<u>1,992,974</u>
Allowance for doubtful accounts	(10,476)	(12,500)
Net general receivables	<u>\$ 12,886,634</u>	<u>\$ 1,980,474</u>

3) Municipal Finance Authority reserve deposits

The City issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds are withheld by the Municipal Finance Authority as a debt reserve fund. The City also executes demand notes in connection with each debenture whereby the Municipality may be required to loan certain amounts to the Municipal Finance Authority.

As of December 31, the total Debt Reserve Fund was comprised of

	<u>2014</u>	<u>2013</u>
General	\$ 189,146	\$ 114,298
Water	44,465	43,213
	<u>\$ 233,611</u>	<u>\$ 157,511</u>

City of Prince Rupert

Notes to the Consolidated Financial Statements December 31, 2014

4) Land held for resale

The Watson Island land property value is reported at the gross value of the property taxes owing when it was taken back on tax sale in 2008, net of a \$641,000 writedown to expected recovery in 2012. Management believes current market value exceeds net book value. There is approximately \$2 million owing to the Ministry of Education and BC Assessment Authority that is included in the accounts payable.

5) Loan to Prince Rupert Airport Authority

The loan will be repaid in accordance with the Municipal Finance Authority Debt repayment schedule.

6) Payables, accruals, and deferred Revenue

	<u>2014</u>	<u>2013</u>
a) Accounts payable and accrued liabilities		
Trade payables	\$ 2,371,925	\$ 2,225,234
Accrued liabilities	1,471,310	1,291,643
Accrued interest payable - MFA	135,794	81,999
Taxes due to other governments	2,710,471	2,336,116
Salaries, wages, other payroll payables	3,879,426	3,852,204
Holdbacks and deposits	113,956	19,803
	<u>\$ 10,682,882</u>	<u>\$ 9,806,999</u>
b) Deferred revenue		
Prepaid taxes	\$ 1,062,594	\$ 1,059,676
Other deferred revenue	5,111,824	4,628,556
	<u>\$ 6,174,418</u>	<u>\$ 5,688,232</u>

7) Debenture debts and leases payable

Debenture debt and leases are with the Municipal Finance Authority and are being repaid in accordance with approved bylaws and agreements.

8) Investment in City West Cable & Telephone Corp.

The City is the sole shareholder of City West Cable and Telephone Corp. (the "Company"). The investment in the Company is reported using the modified equity method.

Financial information for the Company as at December 31 is as follows

	<u>2014</u>	<u>2013</u>
Assets	\$ 51,950,000	\$ 50,042,000
Liabilities to Arms-length parties	\$ 18,870,000	\$ 19,306,000
Net Income/(loss)	\$ 2,744,000	\$ 1,840,000

City of Prince Rupert

Notes to the Consolidated Financial Statements December 31, 2014

9) Commitments and contingencies:

a) *Pension information*

The City and its employees contribute to the Municipal Pension Plan (the "Plan"), a jointly-trusted pension plan. The board of trustees, representing plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer contributory pension plan. Basic pension benefits provided are based on a formula. The Plan has about 182,000 active members and approximately 75,000 retired members. Active members include approximately 154 contributors from the City of Prince Rupert.

The most recent actuarial valuation as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in 2016.

Employers participating in the Plan record their pension expense as the amount employer contributions made during the fiscal year (defined contribution plan accounting). This is because the Plan records accrued liabilities and accrued assets for the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to the individual employers participating in

The City of Prince Rupert paid \$1,042,549 (2013- \$971,897) for employer contributions while employees contributed \$864,396 (2013- \$809,808) to the plan in fiscal 2014.

b) *Landfill closure costs*

The City is responsible for closing the landfill in accordance with Ministry of Environment regulations. The closure costs have been fully accrued based on the latest landfill closure plan.

c) *Third party claims*

The City has various lawsuits and claims pending by and against it. It is the opinion of management that the determination of these claims will not materially affect the financial position or the operating results of the City.

City of Prince Rupert

Schedule of Tax Revenues For The Year Ended December 31

	Unaudited 2014 Budget	2014 Actual	2013 Actual
Real Property Taxes			
Municipal Property Tax			
Residential	\$ 6,609,000	\$ 6,609,050	\$ 6,534,186
Utilities	171,400	157,935	163,085
Major Industry	2,854,700	2,872,538	2,425,457
Light Industry	520,000	520,206	510,305
Business	4,335,500	4,364,644	4,397,768
Recreational	19,400	19,399	19,395
	<u>\$ 14,510,000</u>	<u>\$ 14,543,772</u>	<u>\$ 14,050,196</u>
Less: Tax Sharing with District of Port Edward	\$ (550,000)	\$ (549,931)	\$ (544,132)
	<u>\$ 13,960,000</u>	<u>\$ 13,993,841</u>	<u>\$ 13,506,064</u>
Special Payments			
Port Competitiveness Tax Grant	\$ 1,596,000	\$ 1,595,695	\$ 1,595,695
Revenue Tax	471,000	472,812	490,973
Specified Area Tax	61,000	60,951	60,951
Payments in Lieu of Tax			
Federal Government Properties	254,000	253,147	254,466
Prince Rupert Port Authority	2,024,000	2,187,640	2,357,639
	<u>2,278,000</u>	<u>2,440,787</u>	<u>2,612,105</u>
Grants in Lieu of Tax			
Provincial Government Properties	171,000	175,551	170,723
BC Buildings Corp.	53,000	49,331	52,788
BC Housing Commission	100,000	96,262	99,914
BC Hydro and Power Authority	47,000	43,885	46,877
Insurance Corporation of BC	9,000	9,637	9,313
	<u>380,000</u>	<u>374,666</u>	<u>379,615</u>
	<u>\$ 4,786,000</u>	<u>\$ 4,944,911</u>	<u>\$ 5,139,339</u>
Net Tax Revenue	<u>\$ 18,746,000</u>	<u>\$ 18,938,752</u>	<u>\$ 18,645,403</u>

City of Prince Rupert

Schedule of Sale of Service Revenues For The Year Ended December 31

	Unaudited 2014 Budget	2014 Actual	2013 Actual
GENERAL FUND			
Protective Services (RCMP)	\$ 30,000	\$ 38,869	\$ 32,101
Transportation Services			
Public Transit	330,000	315,238	329,443
Airport Ferry	1,352,000	1,482,661	1,211,434
	<u>\$ 1,682,000</u>	<u>\$ 1,797,899</u>	<u>\$ 1,540,877</u>
Environmental Development Services			
Rezoning / Subdivision Services	22,000	27,490	20,165
Parking	12,100	26,139	11,168
	<u>\$ 34,100</u>	<u>\$ 53,629</u>	<u>\$ 31,333</u>
Public Health (Cemetery)	\$ 63,000	\$ 71,191	\$ 67,299
Recreation and Cultural Services			
Civic Centre Rentals & Programs	194,000	244,710	190,246
Swimming Pool	391,000	320,519	386,534
Arena	173,000	172,104	167,111
Field Rentals	3,000	3,342	3,082
	<u>\$ 761,000</u>	<u>\$ 740,675</u>	<u>\$ 746,973</u>
TOTAL GENERAL OPERATING FUND	\$ 2,570,100	\$ 2,702,263	\$ 2,418,583
SOLID WASTE FUND	\$ 2,582,000	\$ 2,507,679	\$ 2,458,182
WATER FUND	\$ 2,454,500	\$ 2,374,590	\$ 2,311,427
SEWER FUND	\$ 2,139,000	\$ 2,134,055	\$ 2,039,817
	<u>\$ 9,745,600</u>	<u>\$ 9,718,587</u>	<u>\$ 9,228,009</u>

City of Prince Rupert

Schedule of Government Transfers For The Year Ended December 31

	Unaudited 2014 Budget	2014 Actual	2013 Actual
Unconditional			
General Operating - Small Community	\$ 300,000	\$ 231,236	\$ 409,463
- Traffic Fines	200,000	165,532	279,423
- Carbon Tax Rebate	-	32,510	225,891
Total Unconditional	<u>\$ 500,000</u>	<u>\$ 429,278</u>	<u>\$ 914,777</u>
Conditional			
General Operating Fund			
Victim Services	\$ 54,000	\$ 71,956	\$ 53,460
Two Percent (2%) Hotel Tax	160,000	229,947	223,419
Casino Revenue	500,000	484,131	492,303
Fire and Emergency Services Grant	-	74	-
Ministry of Community Services	-	-	6,985
Ministry of Highways	-	-	19,508
UBCM Community Work Fund (Gas Tax)	-	196,790	-
Northern Development Initiative Trust	-	-	30,000
ICBC-Side Walk Paving	-	-	29,500
BC Hydro- McBride Pull Out	-	-	5,000
Province of BC- LED Lights	-	-	200,250
Province of BC- Tree Planting Grant	-	4,000	-
BC Hydro- LED Lights	-	-	147,104
Total Conditional	<u>\$ 714,000</u>	<u>\$ 986,898</u>	<u>\$ 1,207,529</u>
Total Government Transfer	<u><u>\$ 1,214,000</u></u>	<u><u>\$ 1,416,176</u></u>	<u><u>\$ 2,122,306</u></u>

City of Prince Rupert

Schedule of Revenue from Own Sources For The Year Ended December 31

	Unaudited 2014 Budget	2014 Actual	2013 Actual
Licences and Permits	\$ 294,900	\$ 338,410	\$ 292,296
Fines	17,000	24,510	25,833
911 Service Fee	160,000	160,729	176,210
	<u>\$ 471,900</u>	<u>\$ 523,649</u>	<u>\$ 494,339</u>
Miscellaneous revenues			
Actuarial Reduction in Debt	\$ -	\$ 194,951	\$ 172,265
Cemetery Care Fund	-	6,276	3,355
Miscellaneous - General Fund	50,000	947,873	224,773
Penalties and Interest on Taxes	-	203,586	303,572
Property Rentals	27,000	29,324	108,872
Watson Island Burn Rate Reimbursement	1,390,000	404,720	1,404,620
Watson Island Discommissioning Reimbursement	-	410,992	-
Water Meter Rentals	75,500	81,834	79,047
Sale of Bedrock at Landfill Site	-	400,000	-
Sale of Gravel	-	317,715	-
Sale of Tangible Capital Assets	-	-	23,500
Total Miscellaneous Revenues	<u>\$ 1,542,500</u>	<u>\$ 2,997,271</u>	<u>\$ 2,320,004</u>

City of Prince Rupert

Schedule of Expenditure by Objects of Expense For The Year Ended December 31

	Unaudited		
	2014 Budget	2014 Actual	2013 Actual
Wages	\$ 12,555,500	\$ 12,287,327	\$ 11,638,497
Benefits	3,064,500	2,901,267	2,626,694
Professional Fees	1,019,000	1,423,172	776,851
Supplies	2,234,500	2,283,347	2,134,524
Services	2,127,500	2,082,146	1,712,333
Energy	1,490,000	1,431,814	1,383,745
Fiscal Expenses	975,000	947,801	944,986
Grants in Aid to Community Partners	1,373,000	1,391,570	1,471,693
Contracts	5,010,000	4,624,457	3,985,855
	<u>29,849,000</u>	<u>29,372,901</u>	<u>26,675,178</u>
Capital Purchases & Capital Works (Per budget)	10,369,000	5,978,015	4,071,890
Wages & Vehicle cost allocated to Capital Works	(97,000)	(578,738)	(654,304)
Less:			
Investments in Tangible Capital Assets	(5,022,140)	(3,205,282)	(3,275,558)
Long Term Debt Repayment	(460,000)	(451,124)	(453,128)
Total Expenses (Statement B)	<u>\$ 34,638,860</u>	<u>\$ 31,115,772</u>	<u>\$ 26,364,078</u>

City of Prince Rupert

Schedule of Leases December 31

Lease No.	Purpose	New/ Renewal	Amount of Issue	2013 Balance	Additions	Principal Payments	2014 Balance
General Fund							
8370	2009 Pierce Fire Truck	2010	472,757	\$ 128,920	-	\$ (95,884)	\$ 33,036
				<u>\$ 128,920</u>	<u>\$ -</u>	<u>\$ (95,884)</u>	<u>\$ 33,036</u>

City of Prince Rupert

Schedule of Debenture Debt December 31

Bylaw No.		No.	Maturity Date	Amount of Issue	2013 Balance	Principal Payment	2013 Accrued Actuarial	2014 Actuarial	2014 Accrued Actuarial	2014 Balance
General Fund										
3129	George Hills Way/Specified Area	75	2021	\$ 700,000	\$ 361,653	\$ (21,170)	\$ 1,384	\$ (16,848)	\$ (1,541)	\$ 323,478
3201	Uplands Development	94	2025	1,054,348	725,276	(35,407)	2,826	(13,050)	(3,244)	676,401
3201	Cruise Ship Dock	94	2025	3,133,056	2,155,202	(105,213)	8,393	(38,778)	(9,641)	2,009,963
3201	Museum	94	2025	2,465,626	1,696,083	(82,800)	6,605	(30,518)	(7,586)	1,581,784
3199	Morse Creek Bridge	99	2017	535,000	180,231	(44,561)	2,815	(14,078)	(3,284)	121,123
3333	Airport Upgrade	127	2034	7,000,000	-	-	-	-	-	7,000,000
					<u>\$ 5,118,445</u>	<u>\$ (289,151)</u>	<u>\$ 22,023</u>	<u>\$ (113,272)</u>	<u>\$ (25,296)</u>	<u>\$ 11,712,749</u>
Water Fund										
2961	New Water Main	63	2016	1,800,000	\$ 352,293	\$ (54,437)	\$ 41,043	\$ (70,333)	\$ (44,683)	223,883
Sewer Fund										
3201	Moresby Sewer Upgrade	94	2025	\$ 346,970	\$ 238,678	\$ (11,652)	\$ 930	\$ (4,295)	\$ (1,068)	\$ 222,593
					<u>\$ 5,709,416</u>	<u>\$ (355,240)</u>	<u>\$ 63,996</u>	<u>\$ (187,900)</u>	<u>\$ (71,047)</u>	<u>\$ 12,159,225</u>

City of Prince Rupert

Budget Variance Report General Operating Departments For The Year Ended December 31

REVENUES	2014 Budget	YTD 2014 Actual	Budget Variance	Variance (%)
Airport Ferry	\$ 1,352,000	\$ 1,482,661	\$ 130,661	9.66
Cemetery	63,000	77,466	14,466	22.96
Corporate Administration	6,000	6,446	446	7.43
Development Services	364,000	518,724	154,724	42.51
Finance	7,000	30,162	23,162	n.a.
FD Fire Protective Services	2,000	9,164	7,164	n.a.
FD 911	160,000	160,729	729	0.46
Fire emergency Services	-	74	74	n.a.
Fiscal Revenues	6,619,000	7,750,111	1,131,111	17.09
Information Technology	1,000	3,410	2,410	n.a.
PW Engineering	3,000	5,121	2,121	70.70
Parks	5,000	78,000	73,000	n.a.
PW Common Revenues	13,000	54,539	41,539	n.a.
RCMP	100,000	99,649	(351)	(0.35)
Rec. Centre Arena	173,000	172,103	(897)	(0.52)
Rec. Centre Civic Centre	194,000	244,710	50,710	26.14
Rec. Centre Community Services	18,000	19,740	1,740	9.67
Rec. Centre Pool	391,000	320,519	(70,481)	(18.03)
Transit	330,000	315,238	(14,762)	(4.47)
Victim Services	54,000	71,956	17,956	33.25
Watson Island	1,390,000	815,713	(574,287)	(41.32)
	11,245,000	12,236,235	991,235	8.81
Property Taxes	14,510,000	14,543,772	33,772	0.23
Conditional Grants for Capital Works	50,000	34,699	(15,301)	(30.60)
Conditional Grants for Capital Purchases	915,000	162,091	(752,909)	(82.29)
Appropriated Reserves for Capital Works	1,000,000	16,950	(983,050)	(98.31)
Appropriated Reserves for Capital Purchases	677,000	256,669	(420,331)	(62.09)
Appropriated Surplus for Capital Purchases	1,155,000	-	(1,155,000)	(100.00)
Appropriates Surplus for Capital Works	805,000	-	(805,000)	(100.00)
Funding from Utilities	10,000	-	(10,000)	(100.00)
Debenture Loan for Prince Rupert Airport	7,000,000	7,000,000	-	-
	\$ 37,367,000	\$ 34,250,416	\$ (3,116,584)	(8.34)

City of Prince Rupert

Budget Variance Report General Operating Departments For The Year Ended December 31

EXPENDITURES	2014 Budget	YTD 2014 Actual	Budget Variance	Variance (%)
Airport Ferry	\$ 2,551,000	\$ 2,479,288	\$ 71,712	2.81
Cemetery	256,000	189,149	66,851	26.11
Civic Properties	337,000	240,412	96,588	28.66
Corporate Administration	680,000	640,630	39,370	5.79
Development Services	738,000	786,628	(48,628)	(6.59)
FD 911	486,000	482,207	3,793	0.78
FD Fire Protective Services	2,481,000	2,685,464	(204,464)	(8.24)
FD Emergency Measures	30,000	27,570	2,430	8.10
Finance	708,000	631,395	76,605	10.82
Finance Cost Allocation	(359,000)	(359,000)	-	-
Fiscal Expenditures	2,306,000	1,989,215	316,785	13.74
Governance	309,000	308,817	183	0.06
Grants	1,373,000	1,391,570	(18,570)	(1.35)
Information Technology	391,000	393,334	(2,334)	(0.60)
Parks	784,000	862,678	(78,678)	(10.04)
PW Engineering	377,000	332,058	44,942	11.92
PW Common Costs	3,242,000	3,151,926	90,074	2.78
Allocation of Common Cost	(3,242,000)	(3,526,021)	284,021	(8.76)
PW Vehicles	1,163,000	1,166,521	(3,521)	(0.30)
PW Net Vehicle Cost & Allocation	(1,163,000)	(1,327,744)	164,744	(14.17)
RCMP	4,764,000	4,720,929	43,071	0.90
Rec. Centre Arena	359,000	373,841	(14,841)	(4.13)
Rec. Centre Civic Centre	1,587,000	1,595,022	(8,022)	(0.51)
Rec. Centre Community Services	18,000	-	18,000	100.00
Rec. Centre Pool	1,284,000	1,289,102	(5,102)	(0.40)
Roads	1,810,000	1,756,820	53,180	2.94
Transit	766,000	733,022	32,978	4.31
Victim Services	117,000	128,789	(11,789)	(10.08)
Watson Island	1,390,000	1,813,070	(423,070)	(30.44)
Transfer to Reserves	128,000	304,477	(176,477)	(137.87)
Transfer to Utilities	84,000	-	84,000	100.00
Debenture Loan for Prince Rupert Airport	7,000,000	7,000,000	-	-
Capital Purchases	2,757,000	1,985,292	771,708	27.99
Capital Works	1,855,000	1,146,576	708,424	38.19
	\$ 37,367,000	\$ 35,393,037	\$ 1,973,963	5.58
Surplus/(Deficit)	\$ -	\$ (1,142,621)	\$ (1,142,621)	-

City of Prince Rupert

Budget Variance Report of Utilities For The Year Ended December 31

UTILITIES	2014 Budget	YTD 2014 Actual	Budget Variance	Variance %
Sewer				
Revenues	\$ 2,139,000	\$ 2,134,055	\$ (4,945)	(0.23)
Grant	680,000	-	(680,000)	(100.00)
Cap Works & Cap. Purchases	(1,561,000)	(911,131)	649,869	(41.63)
Net Revenue	1,258,000	1,222,924	(35,076)	(2.79)
Expenditures	1,258,000	1,024,098	233,902	18.59
Surplus/(Deficit)	\$ -	\$ 198,826	\$ 198,826	-
Water				
Revenues	\$ 2,530,000	\$ 2,456,424	\$ (73,576)	(2.91)
Grants	10,000	-	(10,000)	(100.00)
Appropriated Surplus	710,000	-	(710,000)	(100.00)
Cap Works & Cap. Purchases	(1,585,000)	(616,298)	968,702	(61.12)
Net Revenue	1,665,000	1,840,126	175,126	10.52
Expenditures	1,665,000	1,819,865	(154,865)	(9.30)
Surplus/(Deficit)	\$ -	\$ 20,261	\$ 20,261	-
Solid Waste				
Revenues	\$ 2,666,000	\$ 3,225,394	\$ 559,394	20.98
Reserves	556,000	-	(556,000)	(100.00)
Grants	1,500,000	-	(1,500,000)	(100.00)
Cap Works & Cap. Purchases	(2,611,000)	(1,318,717)	1,292,283	(49.49)
Net Revenue	2,111,000	1,906,677	(204,323)	(9.68)
Expenditures	2,111,000	1,901,721	209,279	9.91
Surplus/(Deficit)	\$ -	\$ 4,956	\$ 4,956	-